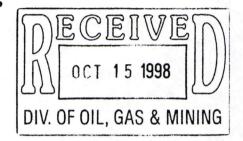
FORM MR-RC Revised April 7, 1998 RECLAMATION CONTRACT File Number <u>M/015/062</u>

Effective Date 10-19-98

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION of OIL, GAS and MINING

1594 West North Temple Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5291

Fax: (801) 359-3940



RECLAMATION CONTRACT

---00000---

this original portion of 22-99

For the purpose of this RECLAMATION CONTRACT the terms below are defined as follows:

"NOTICE OF INTENTION" (NOI): (File No.) M/015/062
(Mineral Mined) Clay

"MINE LOCATION":

 (Name of Mine)
 ECDC Clay Mine

 (Description)
 E1/2 NW1/4, E1/2 SW1/4, SW1/4 NE1/4

 of Section 1, T16S, R11E, SLB&M.

 Emery County

"DISTURBED AREA":

(Disturbed Acres) 17.6
(Legal Description) (refer to Attachment "A")

"OPERATOR":

(Company or Name) <u>ECDC ENVIRONMENTAL L.C.</u>
(Address) <u>1111 West Highway 123</u>
P.O. Box 69

(Phone) East Carbon, UT 84520 (435) 888-4451

"OPERAT	OR'S REGISTERED AGENT":		
	(Name)	Dave Fisher	
	(Address)	1111 West Highway 123	
		P.O. Box 69	
		East Carbon, UT 84520	
	(Phone)	(435) 888-4451	
"OPERAT	OR'S OFFICER(S)":	Dave Fisher	
		District Manager	
"SURETY	н.		
JOILLI	(Form of Surety - Attachment B)	Bond	
	(Form of odroty Attachment by	Bolid	
"SURETY	COMPANY":		
	(Name, Policy or Acct. No.)	United Pacific Insurance Company	
	•		
"SURETY	AMOUNT":	¢24 100 00	
	(Escalated Dollars)	\$24,100.00	
"ESCALA	TION YEAR":	2003	
"CTATE".		Chata of Librah	
"STATE":		State of Utah Division of Oil, Gas and Mining	
"BOARD"		Board of Oil, Gas and Mining	
DOAILD	•	Board of On, Ods and Willing	
ATTACH	MENTS:		
	A "DISTURBED AREA":		
	B "SURETY":		
Thi	s Reclamation Contract (hereinafter	referred to as "Contract") is entered	
into between	eenECDC Environmental L.C.	the "Operator" and	
the Utah S	State Division of Oil, Gas and Minin	g ("Division").	
\ A / I_	IEDEAS Operator desires to condu	at mining anarations under Natios of	
	•	ct mining operations under Notice of	
Intention (NOI) File No. M/015/062 which has been approved by the Utah State Division of Oil, Gas and Mining under the Utah Mined Land Reclamation Act,			
Sections 40-8-1 et seq., Utah Code Annotated, (1953, as amended) (hereinafter			
	as "Act") and implementing rules;		

WHEREAS, Operator is obligated to reclaim that area described as the Disturbed Area as set forth and in accordance with Operator's approved Reclamation Plan, and Operator is obligated to provide surety in form and amount approved by the Division, to assure reclamation of the Disturbed Area.

NOW, THEREFORE, the Division and the Operator agree as follows:

- 1. Operator agrees to conduct reclamation of the Disturbed Area in accordance with the Act and implementing regulations, the original Notice of Intention dated 03/15/93, and the original Reclamation Plan dated 03/15/93. The Notice of Intention as amended, and the Reclamation Plan, as amended, are incorporated by this reference and made a part hereof.
- 2. Concurrent with the execution hereof, Operator has provided surety to assure that reclamation is conducted, in form and amount acceptable to the Division. Such surety as evidenced by the Surety Contract is in the form of the surety attached hereto as Attachment B and made a part hereof. The Surety Contract shall remain in full force and effect according to its terms unless modified by the Division in writing. If the Surety Contract expressly provides for cancellation, then, within 60 days following the Division's receipt of notice that the Surety Company intends to cancel the Surety Contract, the Operator shall provide a replacement Surety Contract in a form and amount reasonably acceptable to the Division. If the Operator fails to provide an acceptable replacement Surety Contract, the Division may order the Operator to cease further mining activities and to begin immediate reclamation of the Disturbed Area.
- 3. Operator agrees to pay legally determined public liability and property damage claims resulting from mining to the extent provided in Section 40-8-7(1)(e) of the Act.
- 4. Operator agrees to perform all duties and fulfill all reclamation requirements applicable to the mine as required by the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
- 5. The Operator's liability under this Contract shall continue in full force and effect until the Division certifies that the Operator has reclaimed the Disturbed Area in accordance with the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
- 6. If reclamation of discrete sections of the Disturbed Area is completed to the satisfaction of the Division, and the Division finds that such sections are severable from the remainder of the Disturbed Area, Operator may request the Division to certify that Operator has reclaimed such discrete sections of the Disturbed Area in accordance with the Act and Implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended. If the Division makes such certification, Operator may make request to the Division that the aggregate face

amount of the Surety Contract provided pursuant to paragraph 2 be reduced to an amount necessary to provide for completion of the remaining reclamation. The Division shall hear Operator's request for such reduction in accordance with the Board's Procedural Rules concerning requests for Agency Action.

- 7. Operator agrees to indemnify and hold harmless the State, Board and the Division from any claim, demand, liability, cost, charge, suit, or obligation of whatsoever nature arising from the failure of Operator or Operator's agents and employees, or contractors to comply with this Contract.
- 8. Operator may, at any time, submit a request to the Division to substitute surety. The Division may approve such substitution if the substitute surety meets the requirements of the Act and the implementing rules.
- 9. This Contract shall be governed and construed in accordance with the laws of the State of Utah.
- 10. If Operator shall default in the performance of its obligations hereunder, Operator agrees to pay all costs and expenses, including reasonable attorney's fees and costs incurred by the Division and/or the Board in the enforcement of this Contract.
- 11. Any breach that the Division finds to be material of the provisions of this Contract by Operator may, at the discretion of the Division, result in an order to cease mining operations. After opportunity for notice and hearing, the Board of Oil, Gas and Mining may enter an order to revoke the Notice of Intention, order reclamation, or order forfeiture of the Surety Contract, or take such other action as is authorized by law.
- 12. In the event of forfeiture of the Surety Contract, Operator shall be liable for any additional costs in excess of the surety amount which are required to comply with this Contract. Any excess monies resulting from forfeiture of the Surety Contract, upon completion of reclamation and compliance with this Contract, shall be returned to the rightful claimant.
- 13. This Contract including the Notice of Intention, as amended and the Reclamation Plan, as amended, represents the entire agreement of the parties involved, and any modification must be approved in writing by the parties involved.
- 14. Each signatory below represents that he/she is authorized to execute this Contract on behalf of the named party.

OPERATOR:	
ECDC Environmental L.C.	
Operator Name	
By	_
District Manager Authorized Officer - Position	- ala 1985
Officer's Signature	Date
STATE OF <u>UTah</u>) ss: COUNTY OF <u>Carbon</u>)	
On the 9th day of Sept. appeared before me David Fisher me duly sworn did say that he/she, the said	, 19 <u>98</u> , personally who being by David Fisher
is the <u>District Mar.</u> of and duly acknowledged that said instrument by authority of its bylaws or a resolution of i <u>David Fisher</u> company executed the same.	was signed on behalf of said company
JAYLENE F MARAKE Notory Public State of Utoh My Comm. Expires Aug 25, 1999 200 PARK PLACE PO BOX 79 EAST CARBON UT BESS	Jay Lene T. Marakis Notary Public X Residing at: Cash Carbon City, U.
08- 15-99 My Commission Expires:	

Page <u>5</u> of <u>7</u> Revised April 7, 1998 Form MR-RC

DIVISION OF OIL, GAS AND MINING:

	•
By Sowel PBrafin	October 19, 1998
Lowell P. Braxton, Acting Director	Date
STATE OF Utah)	
) ss:	
COUNTY OF <u>Salt Lake</u>)	
On the 10 day of	40
On the <u>19</u> day of <u>October</u> appeared before me <u>Lowell P. Braxton</u>	, 19 <u>98</u> , personally
duly sworn did say that he/she, the said	
s the Acting Director of the Division of Oil,	Gas and Mining, Department of Natural
Resources, State of Utah, and he/she duly a executed the foregoing document by author	
Utah.	ity of law on behalf of the State of
	\bigcap . \bigcap \bigcap \bigcap
NOTARY PUBLIC DIANE RUBEY	Wine Kulvey
1594 W. N. Temple, #1210 Salt Lake City, UT 84116	Notary Public Residing at: Salt Lake City, Utah
My Commission Expires May 1, 2002 STATE OF UTAM	nesiding at. Sait Lake City, Utan
CIAIE OF CIAN	

My Commission Expires: 5/1/2002

ATTACHMENT "A"

ECDC ENVIRONMENTAL., LC	ECDC Clay Mi	ECDC Clay Mine	
Operator	Mine Name		
M/015/062	Emery	County, Utah	
Permit Number			

The legal description of lands to be disturbed is: ECDC Environmental L.C.

Clay Mine Site

September 10, 1998

18 Acres more or less described as follows:

Beginning at a point East along the Section line 1,888 feet from the Northwest corner of Section 1, Township 16 South, Range 11 East, SLB&M; thence East 527 feet; thence S 38°23' E, 141 feet; thence S 2°03' W, 251 feet; thence S 26°21' W, 364 feet; thence N 79°31' W, 240 feet; thence N 25°08' W, 367 feet; thence N 9°34' W, 316 feet to the point of beginning. Containing 7.5 acres more or less.

ALSO:

Beginning at a point S 66°04′ E, 2,339 feet from the Northwest corner of Section 1, Township 16 South, Range 11 East, SLB&M; thence N 35°24′ E, 155 feet; thence N 43°55′ E, 251 feet; thence N 65°00′ E, 66 feet; thence S 82°56′ E, 185 feet; thence S 45°28′ E, 126 feet; thence S 0°14′ E, 254 feet; thence S 40°03′ W, 229 feet; thence S 66°46′ W, 97 feet; thence N 75°26′ W, 178 feet; thence N 57°43′ W, 143 feet; thence N 29°53′ W, 87 feet; thence N 0°42′ E, 83 feet to the point of beginning. Containing 6.3 acres more or less.

ALSO:

Beginning at a point S 66°39' E, 3,209 feet from the Northwest corner of Section 1, Township 16 South, Range 11 East, SLB&M; thence S 88°11' E, 245 feet; thence S 0°39' E, 130 feet; thence S 69°21' E, 118 feet; thence S 14°32' E, 234 feet; thence S 66°10' W, 270 feet; thence N 74°39' W, 170 feet; thence N 0°31' W, 470 feet to the point of beginning. Containing 3.8 acres more or less.

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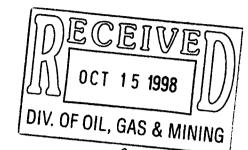
ATTACHMENT B

Revised

MR FORM 5 April 7, 1998 Permit Number _____M/015/062 Mine Name ____ECDC_Clay Mine Emery County

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas and Mining
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291

Fax: (8010 359-3940



THE MINED LAND RECLAMATION ACT

SURETY BOND

The undersigned <u>ECDC Environmental</u>, as Principal, and <u>United Pacific Insurance Company</u>, as Surety, hereby jointly and severally bind ourselves, our heirs, administrators, executors, successors, and assigns, jointly and severally, unto the State of Utah, Division of Oil, Gas and Mining (Division) in the penal sum of Twenty Four Thousand One Hundred Collars (\$\frac{24}{100.00}\$).

Principal has estimated in the Mining and Reclamation Plan approved by the Division on the 18th day of January , 1995, that 17.6 acres of land will be disturbed by mining operation in the State of Utah.

A description of the disturbed land is attached as "Attachment A" to the Reclamation Contract, of which this document is an integral part.

The condition of this obligation is that if the Division determines that Principal has satisfactorily reclaimed the disturbed lands in accordance with the approved Mining and Reclamation Plan and has faithfully performed all requirements of the Mined Land Reclamation Act, and complied with the Rules and Regulations adopted in accordance therewith, then this obligation shall be void; otherwise it shall remain in full force and effect.

If the Mining and Reclamation Plan provides for periodic partial reclamation of the disturbed lands, and if the lands are reclaimed in accordance with such Plan, Act and regulations, then Principal may apply for a reduction in the amount of this Surety Bond.

In the converse, if the Mining and Reclamation Plan provides for a gradual increase in the area disturbed or the extent of disturbance, then, the Division may require that the amount of this Surety Bond be increased, with the written approval of the Surety.

Page 2 MR-5 (revised April 7, 1998) Attachment B This bond may be canceled by Surety after ninety (90) days following receipt by the Division and Principal of written notice of such cancellation. Surety's liability shall then, at the expiration of said ninety (90) days, cease and terminate except that Surety will remain fully liable for all reclamation obligations of the Principal incurred prior to the date of termination.

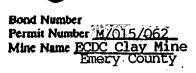
Principal and Surety and their successors and assigns agree to guarantee said obligation and to indemnify, defend, and hold harmless the Division from any and all expenses (including attorney fees) which the Division may sustain in the collection of sums due hereunder.

Surety will give prompt notice to Principal and to the Division of the filing of any petition or the commencement of any proceeding relating to the bankruptcy, insolvency, reorganization, or adjustment of the debts of Surety, or alleging any violation or regulatory requirements which could result in suspension or revocation of the Surety's license to do business.

IN WITNESS WHEREOF, the Principal and Surety hereunto set their signatures and seals as of the dates set forth below.

ECDC Environmental	7-30-98	
Principal (Permittee)	Date	
Kathleen A. Bazon		
By (Name typed):		
Kathleen A. Bazon, Power of Attorney		
Title		
Kathle A Biso-Signature		
Surety Company		
United Pacific Insurance Company	7-30-98	
Company Officer	Date	
Lori A. Noggle, Attorney-in-Fact		
Title/Position		
Jou a noggle		
Signature () ()		

Page 4 MR-5 (revised April 7, 1998) Attachment B



AFFIDAVIT OF QUALIFICATION

On the 30th day of July	_ , 19 ⁹⁸ , personally appeared before me
did say that he/she, the said Lori A. Noggle of United Pacific Insurance Co	who being by me duly sworm is the Attorney-in-Fact and duly acknowledged that said instrument
was signed on behalf of said company by authorized directors and said United Pacific Insurance Company the same, and that he/she is duly authorized to ex	ity of its hylaws or a resolution of its hoard of
the same, and that he/she is duly authorized to exthat said Surety is authorized to execute the same of Utah in reference to becoming sole surety upo	and has complied in all respects with the laws
•.	Signed: Joseph Noggle Surety Officer Lori A Noggle
	Tide: Attorney-in-Fact
STATE OF Illinois) COUNTY OF Kane)	
Subscribed and sworn to before me this30th	Delas R. Buss
	Notary Public Residing at: Batavia, IL
My Commission Expires:	
, 19	

"OFFICIAL SEAL"
Deborah Buss
Notary Public, State of Illinois
My Commission Expires 01/10/00

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Emery County

SO AGREED this 19th day of October, 1998.

AND APPROVED AS TO FORM AND AMOUNT OF SURETY:

Lowell P. Braxton, Acting Director

Utah State Division of Oil, Gas and Mining

*NOTE: Where one signs by virtue of Power of Attorney for a Surety, such Power of Attorney must be filed with this bond. If the Operator is a corporation, the bond shall be executed by its duly authorized officer.



POWER OF ATTORNEY

Allied Waste Industries, Inc., incorporated under the laws of the State of Delaware, and having its chief place of business at 15880 N. Greenway-Hayden Loop, #100, Scottsdale, Arizona, 85260, hereby makes, constitutes and appoints Weible & Company, LLC, acting through and by either William P. Weible or Ms. Kathy Bazon or Ms. Molly Moran, its true and lawful attorney and affix its corporate seal to and deliver for and on behalf as surety thereon or otherwise, bonds of any of the following classes, to wit:

- Surety bonds and/or Bid Bonds to the United States of America or agency thereof, including those required or permitted under the laws or regulations relating to Customs or Internal Revenue; License and Permit Bonds or other indemnity bonds under the laws, ordinances or regulations of any State, City, Town, Village, Board other body organization, public or private; bonds to Transportation Companies; Lost Instrument bonds; Lease bonds, Worker's Compensation bonds; Miscellaneous Surety Bonds; and bonds on behalf of Notaries Public, Sheriffs, Deputy Sheriffs and similar public officials.
- 2. Surety bonds and/or Bid bonds on behalf of Allied Waste Industries, Inc. in connection with bonds, proposals, or contracts.

To sign and seal all bids bonds and surety bonds on behalf of Allied Waste Industries, Inc., relating to the provision of solid waste collection, transportation, recycling, or disposal services by Allied Waste Industries, Inc. Allied Waste Industries, Inc. hereby agrees to ratify and confirm whatsoever Weible & Company, LLC shall lawfully do pursuant to this power of attorney and the procedural guidelines set forth to Weible & Company, LLC, and until notice or revocation has been given by Allied Waste Industries, Inc. the acts of the said attorney shall be binding on the undersigned.

indersigned.		
N WITNESS WHEI Meelden.	REOF this , 1998 c	s POWER OF ATTORNEY has been signed this day of on behalf of Allied Waste Industries, Inc. by its President, Mr. Thomas Var
weelden.		
		Allied Waste Industries, Inc.
	i	By:
State of Arizona) (
)	SS.
County of Maricopa)	474 A.V
Subscribed to	and sworn	before me this day of April; 1998 by Thomas Van Weelden.

MY COMMISSION EXPIRES 05/16/99

NOTARIAL ACKNOWLEDGEMENT

STATE OF ILLINOIS COUNTY OF Kane

On this <u>30th</u> day of <u>July</u>, 19<u>98</u>, before me, a Notary Public of the State and County aforesaid, residing therein, duly commissioned and sworn, personally came **Kathleen A. Bazon**, to me known, who being by me duly sworn according to law, did depose and say that she resides in Illinois; that she is an Attorney-in-Fact for <u>ECDC Environmental</u> a subsidiary of Allied Waste Industries, Inc. and that she executed and delivered such instrument on behalf of said corporation as its voluntary act and deed for the uses and purposes therein mentioned.

Deland G. Buss

My Commission Expires:

"OFFICIAL SEAL"
Deborah Buss
Notary Public, State of Illinois
My Commission Expires 01/10/00

RELIANCE SURETY COMPANY

LINITED PACIFIC INSURANCE COMPANY

RELIANCE INSURANCE COMPANY RELIANCE NATIONAL INDEMNITY COMPANY

ADMINISTRATIVE OFFICE, PHILADELPHIA, PENNSYLVANIA

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS, that RELIANCE SURETY COMPANY is a corporation duly organized under the laws of the State of Delaware, and that RELIANCE INSURANCE COMPANY and UNITED PACIFIC INSURANCE COMPANY, are corporations duly organized under the laws of the Commonwealth of Pennsylvania and that RELIANCE NATIONAL INDEMNITY COMPANY is a corporation duly organized under the laws of the State of Wisconsin (herein collectively called "the Companies") and that the Companies by virtue of signature and seals do hereby make, constitute and appoint William P. Weible, Kathleen A. Bazon, Molly M. Moran, Lori A. Noggle, Debra L. Neison, Deborah R. Buss., of North Aurora, Illinois their true and lawful Attorney(s)-in-Fact, to make, execute, seal and deliver for and on their behalf, and as their and deed any and all bonds and undertakings of suretyehip and to bind the Companies thereby as fully and to the same extent as if such bonds and undertakings and other writings obligatory in the nature thereof were signed by an Executive Officer of the Companies and sealed and attested by one other of such officers, and hereby ratifies and confirms all that their said Attorney(s)-in-Fact may do in pursuance hereof.

This Power of Attorney is granted under and by the authority of Article VII of the By-Laws of RELIANCE SURETY COMPANY, RELIANCE INSURANCE COMPANY, UNITED PACIFIC INSURANCE COMPANY, and RELIANCE NATIONAL INDEMNITY COMPANY which provisions are now in full force and effect, reading as follows:

ARTICLE VII - EXECUTION OF BONDS AND UNDERTAKINGS

- Attorney(s)-in-Fact shall have power and authority, subject to the terms and limitations of the Power of Attorney issued to them, to execute deliver on behalf of the Company, bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof. The corporate seal is not necessary for the validity of any bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof.
- 3. Attorney(s)-in-Fact shall have power and authority to execute affidevits required to be attached to bonds, recognizances, contracts of indemnity or other conditional or obligatory undertakings and they shall also have power and authority to certify the financial statement of the Company and to copies of the By-Lews of the Company or any article or section thereof.

 This Power of Attorney is signed and sealed by facsimile under and by authority of the following resolution adopted by the Executive and Finance Committees of the Boards of Directors of Reliance

Insurance Company, United Pacific Insurance Company and Reliance National Indemnity Company by Unanimous Consent dated as of February 28, 1894 and by the Executive and Financial Committee of the Board of Directors of Reliance Surety Company by Unanimous Consent dated as of March 31, 1894.

"Resolved that the signatures of such directors and officers and

"Resolved that the signetures of such directors and officers and the seal of the Company may be affixed to any such Power of Attorney or any certificates bearing such faceimile, and any such Power of Attorney or certificates bearing such faceimile signetures or faceimile seal shall be valid and binding upon the Company and any such Power so executed and certified by faceimile signetures and faceimile seal shall be valid and binding upon the Company, in the future with respect to any bond or undertaking to which it is attached."

IN WITNESS WHEREOF, the Companies have caused these presents to be signed and their corporate seals to be hereto affixed, this June 8, 1998.









RELIANCE SURETY COMPANY RELIANCE INSURANCE COMPANY UNITED PACIFIC INSURANCE COMPANY RELIANCE NATIONAL INDEMNITY COMPANY

STATE OF Pennsylvania
COUNTY OF Philadelphia

85.

On this, June 8, 1998, before me, Valencia Wortham, personally appeared David T. Akers, who acknowledged himself to be the Senior Vice President of the Reliance Surety Company, and the Vice President of Reliance Insurance Company, United Pacific Insurance Company, and Reliance National Indemnity Company and that as such, being authorized to do so, executed the foregoing instrument for the purpose therein contained by signing the name of the corporation by himself as its duly authorized officer.

In witness whereof, I hereunto set my hand and official seal.

Notarial Seal Valencia Wortham, Notary Public Philadelphia, Philadelphia County My Commission Expires Nov. 18, 2000



Notary Public in and for the State of Pennsylvania Residing at Philadelphia

I, Anita Zippert, Secretary of RELIANCE SURETY COMPANY, RELIANCE INSURANCE COMPANY, UNITED PACIFIC INSURANCE COMPANY, and RELIANCE NATIONAL INDEMNITY COMPANY do hereby certify that the above and foregoing is a true and correct copy of the Power of Attorney executed by said Companies, which is still in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seals of said Companies this Oth day of July 1998.

SEAL SPEAMENT







Secretary